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March 26, 2019

The Honorable Jocelyn Boyd Chief Clerk and Administrator Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, SC 29210

Re: Application of Duke Energy Progress, LLC for Adjustments in Electric Rate Schedules and Tariffs and Request for an Accounting Order Docket Number: 2018-318-E

Dear Mrs. Boyd:

By this letter, Duke Energy Progress, LLC would like to notify the Commission and parties that based upon the Company's review of the surrebuttal testimony of ORS Witness Michael Seaman-Huynh and testimony heard at the public hearings, the Company does not contest the Basic Facilities Charge ("BFC") proposed by ORS in Witness Seaman-Huynh's surrebuttal testimony as follows: BFCs of \$11.78 for residential customers, \$12.34 for SGS customers, and \$11.31 for SGS Constant Load customers, and to put the remaining revenue requirement ultimately determined by the Commission in the variable component of such rates.

This letter only addresses the BFC issue and the Company maintains its other positions on all other issues in this case.

Should you have any further questions or feedback, please feel free to contact me.

Yours truly,

Heather Shirley Smith
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cc: Parties of Record (via email)